

**SECRET**

DPD-1918-59

Copy 3 of 3

20 March 1959

**MEMORANDUM FOR THE RECORD**

**SUBJECT** : Concurrence in Amendment No. 4 to Contract No. SP-1915 with Lockheed Aircraft Corporation, Burbank, California, OARFISH, Projects CHALICE, THERMOS & GUSTO

1. This memorandum contains a recommendation submitted for approval of the Deputy Director (Plans). Such recommendation is contained in Paragraph 5.

2. Contract No. SP-1915 is broken into three major sections. Section A covered engineering and production flight testing and support of the flight test program at Edwards AFB. Section B-1 covered research, development, and application in connection with the THERMOS program. Section B-2 covered repair and overhaul of existing equipment. Section B-3 covered purchase of parts and service bulletin kits. Sections A and B were effective for the period 1 July 1957 to 29 June 1958. Work of this nature continued under Contracts No. SP-1917 and SP-1918 beginning 1 July 1958. Section C covers GUSTO work which is still active.

3. During negotiations held on 4 March 1959, a final price was negotiated for Sections A and B. Details of this negotiation are set forth in a Memorandum For the Record, DPD-1919-59.

4. This Amendment No. 4 establishes a final fixed price for Sections A and B and reduces the funds available for Section C work. The total consideration for the contract, however, remains unchanged and is broken down as follows:

| <u>Section</u> | <u>Amount</u>         |
|----------------|-----------------------|
| A              | \$811,274.00          |
| B              | 1,267,132.00          |
| C              | 1,186,807.00          |
|                | <u>\$3,265,213.00</u> |

\$2,750,000.00 FY 1957 CHALICE funds were previously obligated. Of this amount \$1,485,887 was allocated for CHALICE work, \$592,519 for THERMOS work, and the remaining \$671,594 for GUSTO work. \$315,213 FY 1958 CHALICE funds was previously obligated for GUSTO work. The FY 1959 GUSTO obligation in the amount of \$200,000 remains unchanged. As a result of the above, the funds are recapped as follows:

**SECRET**

25 YEAR RE-REVIEW

**SECRET**

| <u>FY</u> | <u>Funds</u> | <u>Project</u> | <u>Amount</u> | <u>Section of the Contract</u> |
|-----------|--------------|----------------|---------------|--------------------------------|
| 1957      | CHALICE      | CHALICE        | \$1,485,887   | A, B-2 & B-3                   |
| 1957      | CHALICE      | THERMOS        | 592,519       | B-1                            |
| 1957      | CHALICE      | GUSTO          | 671,594       | C                              |
| 1958      | CHALICE      | GUSTO          | 315,213       | C                              |
| 1959      | GUSTO        | GUSTO          | 200,000       | C                              |
|           |              | Total -        | \$3,265,213   |                                |

5. Approval of Amendment No. 4 to Contract No. SP-1915 and execution thereof on behalf of the Agency by the Contracting Officer is recommended.

*for* [Redacted]  
Contracting Officer, DPD

25X1

**CONCURRENCES:**

*3/24/59*  
[Redacted] Comptroller, DPD

25X1

*3/26/59*  
[Redacted] Chief, R&D

25X1

[Redacted] Acting Chief, DPD

25X1

[Redacted]  
Office of General Counsel

25X1

Approval requested in  
Paragraph 5, granted.

RICHARD M. BISSELL, JR.  
Deputy Director  
(Plans)

DPD-DD/P:HL:pf

Distribution:

Orig - SP-1915

2 - Comp., DPD

✓ 3 - Chrono